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## UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF CALIFORNIA

SARA HEALY,

Plaintiff,

VS.

DJO, LLC, a limited liability corporation,

Defendant.

CASE NO. 11cv673-IEG(JMA)

Temporary Restraining Order; Order Granting Ex Parte Application to Shorten Time for Hearing on Motion to Amend Answer; Setting Hearing on Motion for Preliminary Injunction

Plaintiff, Sara Healy, has filed this action alleging Defendant DJO, LLC ("DJO"), engaged in employment discrimination in violation of the Americans With Disabilities Act and other federal and state statutes. Presently before the Court are the following matters filed by Defendant DJO, LLC: an application for a temporary restraining order, a motion for leave to amend the answer to assert a counterclaim, and an ex parte application to shorten time for hearing on the motion to amend. For the reasons explained herein, the Court GRANTS Defendant's motions.

## Legal Standard

The analysis on a motion for a temporary restraining order ("TRO") is substantially identical to that on a motion for a preliminary injunction. See Stuhlbarg Int'l Sales Co. v. John D. Brush & Co., 240 F.3d 832, 839 n.7 (2001). "A plaintiff seeking a preliminary injunction must establish that he is likely to succeed on the merits, that he is likely to suffer irreparable harm in the absence of preliminary relief, that the balance of equities tips in his favor, and that an injunction is

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for the Wild Rockies v. Cottrell, 632 F.3d 1127, 1135 (9th Cir. 2011).

**Discussion** 

in the public interest." Winter v. Natural Res. Def. Council, 555 U.S. 7, 20 (2008). As long as all

going to the merits" and "a balance of hardships that tips sharply towards the plaintiff." Alliance

four *Winter* factors are addressed, an injunction may issue where there are "serious questions

In its proposed amended answer and counterclaim, Defendant DJO alleges that Plaintiff has breached certain confidentiality agreements which she signed during her employment with DJO. Specifically, DJO alleges (1) Plaintiff, by and through her attorney Patrick O'Keeffe, threatened to reveal DJO's confidential information to Plaintiffs in approximately 147 pending products liability actions against DJO, and testify in those cases to the detriment of DJO, if DJO did not enter into a settlement of this present case; and (2) Plaintiff and/or her attorney Patrick O'Keeffe in fact contacted attorney John Gomez, who is co-counsel for the Plaintiffs in one pending state court action against DJO, *In re: Cold Therapy Cases*, offering to disclose DJO's confidential information. Defendant DJO proposes filing a counterclaim against Plaintiff alleging causes of action for attempted extortion, breach of contract, and breach of the covenant of good faith and fair dealing.

In the motion for a temporary restraining order, Defendant DJO asserts that as a result of Plaintiff and/or Mr. O'Keeffe's contact with Mr. Gomez, Plaintiffs in the *In re: Cold Therapy Cases* action are now seeking leave to depose Plaintiff Healy. Defendant DJO's counsel in the state court action has been asked to submit a brief to the discovery referee, who will hold a hearing on the matter on December 9, 2011.

Although Defendant DJO has not yet been granted leave to file the amended answer and counterclaim, the declarations attached to the motion for TRO raise the specter that Defendant DJO may succeed on the merits on at least some of the claims asserted in its proposed counterclaim. Furthermore, given the state of the discovery proceedings in state court, Defendant DJO is likely to suffer irreparable injury if Plaintiff and/or her attorney Mr. O'Keeffe are not enjoined from transmitting DJO's confidential information to others who have actions pending against DJO. Thus, Defendant DJO has raised serious questions going to the merits of Defendant

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DJO's claims against Plaintiff for attempted extortion and breach of contract.

Even more importantly, the declarations raise serious concerns regarding the conduct of Plaintiff's counsel in encouraging Plaintiff to disclose information which may be subject to the attorney-client privilege. As an attorney admitted to practice before this Court, Mr. O'Keeffe is required to comply with the standards of professional conduct required of the State Bar of California as well as the Code of Professional Responsibility of the American Bar Association. S.D. Cal. Civ. L.R. 83.3(b). Attorneys are bound by Cal. Bus. & Prof. Code § 6435 to "maintain at every peril" the attorney-client privilege. Furthermore, attorneys are bound to "not advise the violation of any law, rule, or ruling of a tribunal unless the member believes in good faith that such law, rule, or ruling is invalid." Cal. Prof. Rule 3-210. This Court has the inherent power to manage its proceedings, to control the conduct of those who appear before it, and to examine charges of unethical conduct. Erickson v. Newmar Corp., 87 F.3d 298, 303 (9th Cir. 1996). Both the balance of equities and the public interest favor protection of attorney-client privileged information.

Based thereon, the Court GRANTS Defendant DJO's motion for a temporary restraining order, until such time as the parties have an opportunity to fully brief the matter.

## Conclusion

Because Defendant DJO has demonstrated that there are "serious questions" going to the merits of its proposed counterclaim, and the balance of hardships tips sharply in its favor, and because Defendant DJO is likely to be irreparably harmed if a TRO is not issued, the Court **GRANTS** its Ex Parte Application for a Temporary Restraining Order. Plaintiff Healy and her agents, including her attorney Mr. Patrick O'Keeffe, are enjoined and restrained from disclosing, or using in any way, confidential information or attorney-client privileged information of DJO, including any information gained by Plaintiff Healy in her position as paralegal for Defendant DJO.

The Court GRANTS Defendant DJO's motion for an order shortening time for hearing on its motion for leave to file an amended answer and counterclaim. Such motion shall be heard, along with Defendant DJO's motion for preliminary injunctive relief, on *Thursday, December 1*,

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2011, at 1:30 p.m. Defendant DJO shall file and serve a motion for preliminary injunction by noon on Thursday, November 17, 2011. Plaintiff's opposition to both the motion to amend and the motion for preliminary injunction shall be filed by Monday, November 28, 2011. Defendant DJO's reply, if any, shall be filed by noon on Wednesday, November 30, 2011. IT IS SO ORDERED. DATED: November 16, 2011 

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